

## CALIFORNIA DEPARTMENT OF AGING

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# PROGRAM MEMO

TO: <b>Area Agency on Aging Directors</b>	NO.: <b>PM 11-08(P)</b>
SUBJECT: <b>Fiscal Year 2011-12 Health Insurance Counseling and Advocacy Program Budget Displays and Contracts</b>	DATE ISSUED: <b>May 9, 2011</b>
REVISED	EXPIRES: <b>June 30, 2012</b>
REFERENCES: <b>Older Californians Act, Welfare and Institutions Code 9100, et. seq.</b>	SUPERSEDES: N/A
PROGRAMS AFFECTED: <input type="checkbox"/> All <input type="checkbox"/> Title III-B <input type="checkbox"/> Title III-C1/C2 <input type="checkbox"/> Title III-D <input type="checkbox"/> Title III-E <input type="checkbox"/> Title V <input checked="" type="checkbox"/> <b>HICAP</b> <input type="checkbox"/> MSSP <input type="checkbox"/> Title VII <input type="checkbox"/> Other: _____	
REASON FOR PROGRAM MEMO: <input type="checkbox"/> Change in Law or Regulation <input type="checkbox"/> Response to Inquiry <input checked="" type="checkbox"/> Other Specify: <div style="text-align: right;"><b>Transmit HICAP Original Contracts</b></div>	
INQUIRIES SHOULD BE DIRECTED TO: <b>Your Assigned CDA Fiscal Team Specialist</b>	

The purpose of this Program Memo (PM) is to transmit your Health Insurance Counseling and Advocacy Program (HICAP) Budget Displays and Contracts for Fiscal Year (FY) 2011-12.

The amount of State funds (Insurance Funds and HICAP Funds) is based on the FY 2011-12 Proposed Governor's Budget. Since the 2005-06 Enacted Budget, baseline increases in State funding are allocated based on the number of Area Agencies on Aging (AAA) receiving HICAP funds (50 percent of funds by flat rate) and Medicare beneficiaries (50 percent of funds by beneficiary population). The present allocation is based on updated 2007 Medicare Beneficiary population data, which is the latest data available from the Centers for Medicare and Medicaid Services (CMS).

The total of federal funding being allocated is based on the 2011 State Health Insurance Assistance Program (SHIP) grant award. The baseline SHIP Grant for 2011 reflects an increase of \$366,055 over the baseline for 2010.

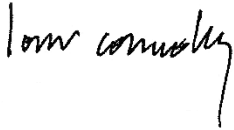
Baseline increases in federal funding above Budget Act of 2000 levels are allocated based on the number of AAAs receiving HICAP funds (50 percent of funds by flat rate) and Medicare beneficiaries (50 percent of funds by beneficiary population). The present allocation is based on updated 2007 Medicare Beneficiary population data as stated above.

## **FY 2011-12 Contract and Budget Display**

Please note that this PM conveys both your HICAP Budget Display and HICAP Contract. No Planning Estimates were issued in advance of these documents because of delays in the appropriation process.

**Budget Due Date**

The original FY 2011-12 HICAP Budget form, California Department of Aging (CDA) 229, is due to your CDA Fiscal Team Specialist as soon as possible, but no later than 30 days from the date of this PM. The HICAP Budget Form is located on the CDA website at [www.aging.ca.gov/aaa/fiscalFormDocument.asp](http://www.aging.ca.gov/aaa/fiscalFormDocument.asp) under "HICAP Documents." Submit budgets electronically to the CDA Fiscal and Contracts Team using the Team's HICAP fiscal email boxes. The original CDA 229 must incorporate the amounts specified in the HICAP Budget Display attached to your FY 2011-12 HICAP Contract.



Lora Connolly  
Acting Director

Attachment - (Contract package will be mailed to the AAA Contract Representative.)